Trial Balance and Rectification of Errors.

Errors

	Particulars	L/F	Debit Amount	Credit Amount
	Purchases A/c ----- Dr		250	
	To Suspense A/c			250
	(Being the Error is Rectified for purchase Book undercast by Rs 250)			
	Sales A/c ----- Dr		850	
	To Suspense A/c			850
	(Being the error Rectified for Sales Book Over cast by Rs 850)			
iii,	Repairs A/c ----- Dr		800	
	To Suspense A/c			800
	(Being the Error Rectified for paid for Repairs Rs 400 posted to the credit of Repairs Account)			
iv,	Suspense A/c ---- Dr		35	
	To customer A/c			35
	(Being the Error Rectified for Discount Allowed To customer Rs 35 not posted in customer Account)			
Q-11				
i,	Suspense A/c ---- Dr		90	
	To Rent A/c			90
	(Being the Error Rectified for Rent paid Rs 450 was posted as Rs 540)			
ii,	Raman A/c --- Dr		2700	
	To purchases A/c			2700
	(Being the Error Rectified for the credit purchase of Goods from Raman Rs 2500 was entered as 5200)			

4/D-11 Rectification Entries

Date	Particulars	L.F	Debit Amount	Credit Amount
a)	Machinery A/c ---Dr To purchases A/c		10,000	10,000
	(Being the Error Rectified for Machinery purchased worth Rs 10,000 debited To purchases A/c)			
b)	Sales A/c ---Dr To Furniture A/c		800	800
	(Being the Error Rectified for Furniture Sold worth 800 credited To Sales A/c)			
c)	Sakha Rani A/c --Dr To Sukhi Rani A/c		200	200
	(Being the Error Rectified for Rs 200 Received from Sukhi Ram has been wrongly entered as from Sakha Rani A/c)			
(d)	Rent A/c ----Dr To Landlords A/c		300	300
	(Being the Error Rectified for Rs 300 paid to Landlord for Rent debited To Landlords personal A/c)			
(e)	Customers A/c ---Dr To Bad debts Recovered		150	150
	(Being the Error Rectified for an Amount of Rs 150 previously written off as Bad was Recovered and credited To personal A/c of customer)			

5/D-11

This is Error of ~~omitions~~ omission

Rectifications Entries

Date	Particulars	L.F	Debit amount	Credit amount
(i)	Sales Returns A/c ---- Dr		500	
	Sales A/c ---------- Dr		500	
	To Gopals A/c			1000
	(Being the Error Rectified For Goods worth Rs 500 Returned By Gopal were Entered in the Sales Book)			
(ii)	Rajendra's A/c ----- Dr		800	
	To Sales A/c			400
	To purchases A/c			400
	(Being the Error Rectified For Goods Sold To Rajendra Rs 400 Entered in the purchases Book)			
(iii)	Sales Returns A/c ---- Dr		200	
	To Atmaram's A/c			200
	(Being the Error Rectified For Goods Received back from Atmaram a Customer Rs 200 have not been Entered in Returns Inwards Book at All)			

Trial Balance

Debit Balances	Amount	Credit Balances	Amo
purchases	42000	Outstanding Expense	1500
Office Expenses	9000	Return outwards	3000
Machinery	3000	Creditors	3000
Difference in Books	6000	Sales	30,000
		Capital	18000
		Loan	4500
	69,000		60,000

Trial Balance

Debit Balances	Amount	Credit Balances	Amo
Purchases	15750		
Carriage Inwards	50		
Freight outwards	65		
Salaries & Wages	1572		
Rent & Taxes	387		
Travelling Expenses	12000		
Opening Stock	225		
Discount Allowed	104		
Commission	6027		
Bank A/C	60800		
Sundry Debtors	4500		
Drawings A/C	8000		
Bills Receivable	600		
Return Inwards			

Rectification Entries

Amount	Date	Particulars	L.F	Debit amount	Credit Amount
1500	i	Machinery A/c ---- Dr		10,000	
5000		To purchases A/c			10000
3000		(Being the error Rectified for Machinery purchased for Rs 10,000 debited to purchases account)			
30,000					
18000					
4500	ii,	purchases A/c ---- Dr		1500	
		To Suspense A/c			1500
60,000		(Being the Error Rectified for the Total of purchases Book is Rs 1500 short)			
Amount	iii,	Sales A/c ---- Dr		1,250	
		To Suspense A/c			1,250
		(Being the Error Rectified for Sales Book is over cast by 1,250)			
	iv,	Suspense A/c ---- Dr		27	
		To purchases A/c			22
		(Being the Error Rectified for an item goods was posted as 85 in the purchases A/c)			
	v,	purchases A/c ---- Dr		500	
		To Deepak A/c			500
		(Being the Error Rectified for Goods purchased from Deepak worth 500 were omitted to be entered in the purchases Book)			
	vi,	Sales Return A/c ---- Dr		150	
		To Suspense A/c			150
		(Being the Error Rectified for Total of Return Inwards Book is under cast by Rs 150)			

(vii)	Suspense A/c ..... Dr		117	
	To Sharma's A/c			117
	(Being The Error is Rectified for A sale of 235 to Sharma has been debited his account as Rs 352)			
(viii)	N. Krishna Murthy's A/c ... Dr		300	
	To P. Krishna Murthy's A/c			300
	(Being The Error Rectified for Cash Received from P. Krishna Murthy 300 posted to the Account of N. Krishna Murthy)			
(ix)	Drawings A/c ..... Dr		1500	
	To Trade Expenses A/c			1500
	(Being The Error Rectified for an amount of Rs 1500 withdrawn by the proprietor personal Expenses has been debited To Trade Expenses A/c)			
(x)	Salaries A/c ..... Dr		500	
	To Ramdas A/c			500
	(Being The Error Rectified for Salary paid To Ramdas, a clerk Rs 500 Stands debited to personal A/c)			
(xi)	Suspense A/c ..... Dr		75	
	To Discount Received A/c			75
	(Being The Error Rectified for Discount of Rs 75 allowed by Satyanarayana has not been Entered in the Cash Book although Correctly posted in ledger in his A/c)			

Date	Particulars	LF	Debit Amount	Credit Amount
(a)	Sales Returns A/c ---- Dr		275	
	To customers A/c			275
	(Being the Error Rectified for Goods Amounting to Rs 275 has been returned by a customer and were Taken in Stock But no Entry in respect has Made in the Books)			
(b)	Manoj A/c ---- Dr		350	
	To Suspenses A/c			350
	(Being the Error is Rectified for A sale of Rs 175 to Manoj was wrongly credited to his account)			
(c)	Suspense A/c ---- Dr		1302	
	To Ramana A/c			1302
	(Being the Error is Rectified for while posting the account of Ramana from the purchase book. The purchase of Rs 651 has been debited Twice)			
(d)	purchases A/c ---- Dr		198	
	To prasad bros A/c			198
	(Being the Error is Rectified for A purchase of Rs 785 from prasad Bros has been Entered The purchases Book as 587)			
(e)	Suspenses A/c ---- Dr		390	
	To Sudesh A/c			195
	To Suresh A/c			195
	(Being the Error is Rectified for Rs 195 received from Suresh has been debited To Sudesh A/c			

(f)	Drawings A/c ------ Dr		500	
	To purchases A/c			500
	(Being the Error is Rectified for goods taken by the proprietor Rs 500 have not been Entered in Books at All)			
(g)	Dukki A/c ------ Dr		400	
	To Bad debts Recovered A/c			400
	(Being the Error Rectified for Rs 400 Received from Dukki against a debt previously written off has been credited to his A/c)			
(h)	Sales A/c ------ Dr		500	
	To Rama Krishnas A/c			500
	(Being the Error Rectified for A Sale of Rs 500 To Rama Krishna has been Entered in the Sales Books as Rs 850)			
(i)	Purchases A/c ------ Dr		600	
	Sales To A/c ------ Dr		600	
	To Gupta & Co's A/c			1200
	(Being the Error is Rectified for A purchase of Rs 600 from Gupta & Co has been Entered in Sales Book)			
(j)	Sharma & Co's A/c ------ Dr		1800	
	To purchases A/c			900
	To Sales A/c			900
	(Being the Error Rectified for A Sale of Rs 900 to Sharma & Co has been Entered in the purchases Book)			

	(k) Buildings A/c ..... Dr	5000		
	To Buildings Repairs A/c		5000	
	(Being the Error Rectified for a Contractors Bill for Extensions of premises Amounting to Rs 5000 has been debited Buildings Repairs A/c)			
	(l) Sales Returns A/c ..... Dr	450		
	To Prem Kumar A/c		450	
	(Being the error is Rectified for on 26th Dec 06 Goods of the value of 450 were returned by Prem Kumar and were Taken into Stock But No Entry was passed)			
	Note:- on 3rd Jan 2007 the Above Entry Must be Reversed			
	(m) Padma Rao's A/c ..... Dr	550		
	To Allowances A/c		550	
	(Being the Error is Rectified for a Bill Receivable Rs 550 received from Padma Rao had been dishonoured on Maturity and was posted to the debit of Allowances A/c)			

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Rectification Entries

date	Particulars	L.F	Debit Amount	Credit Amount
(a)	Ram's A/c ------ Dr		175	
	To Suspense A/c	✓		175
	(Being The Error is Rectified for Goods Sold To Ram Rs 175 were not posted to his A/c			
(b)	Suspense A/c ------ Dr		400	
	To purchases A/c	✓		400
	(Being The Error is Rectified for purchases Book Total was over cast by Rs 400)			
(c)	Suspense A/c ------ Dr		53	
	To Sales A/c	✓		53
	(Being The Error is Rectified for Sales Book Total was undercast by Rs 53)			
(d)	Suspense A/c ------ Dr		16	
	To purchases Returns A/c	✓		16
	(Being The Error is Rectified for purchases Returns book Total was under cast by Rs			
(e)	~~Suspense~~ Ground A/c ------ Dr	✓	1000	
	To ~~Groundwork~~ Suspenses A/c			1000
	(Being The Error is Rectified for Cash Receipts from Ground Rs 111 was posted to his A/c as			
(f)	Ranga's A/c ------ Dr	✓	600	
	To Suspenses A/c			600
	(Being The Error is Rectified for Cash paid To Ranga Rs 770 was posted to his A/c as			

Suspenses A/c

Particulars	Amount	Particulars	Amount
~~To Drawings A/c~~	~~xxx~~	By Rami A/c	175
To purchases A/c	400	By Rangai A/c	600
To Sales A/c	53	By ~~Balance~~ c/ Opening Balance (Balancing figure)	694
To purchases Returns A/c	16		
To Govindi A/c	1000		
	1469		1469
To Opening Balance b/d	694		

Rectification Entries

Date	Particulars	L.F	Debit Amount	Credit Amount
(a)	Rajai A/c ----- Dr		1200	
	To Suspenses A/c			1200
	(Being the error is Rectified for a Sale of Goods to Raja for Rs 600 had been posted to the wrong side of his A/c)			
(b)	Suspenses A/c ---- Dr		1000	
	To Umai A/c			1000
	(Being the error is Rectified for a purchase of Goods for Rs 1,640 from Uma has been posted To the personal A/c as Rs 640)			
(c)	Sales A/c ----- Dr		150	
	To Furniture A/c			150
	(Being the error is Rectified for a credit Sale of old furniture for Rs 150 had been passed to Sales Book)			

(d)	Suspense A/c ---- Dr	60	
	To Discount Received A/c		60
	(Being the Error is Rectified for the discount Received A/c had been cast Short Rs 60)		
(e)	Rent A/c ---- Dr	340	
	To Land Lord's A/c		340
	(Being the Error is Rectified for payment of Rent Rs 340 was debited to the personal A/c of Land Lord)		

Dr Suspense A/c

Particulars	Amount	Particulars	Amount
To Balance b/d	140	By Rajat A/c	1200
To Umar A/c	1000	By opening Balance (Balancing figure)	60
To Discount Received A/c	60		
	1200		1200

Rectification Entries

Date	Particulars	L.F	Debit Amount	Credit Amount
	i, Suspenses A/c ---- Dr		176	
	To personal A/c			176
	(Being the error is rectified for a credit item of Rs 97 has been debited to a personal A/c as Rs 79)			
	ii, Depreciation A/c ---- Dr		95	
	To Suspenses A/c			95
	(Being the error is rectified for a sum of Rs 95 written off from fixtures as depreciation has not been debited to Depreciation A/c)			
	iii, Furniture A/c ---- Dr		1500	
	To purchases A/c			1500
	(Being the error is rectified for Rs 1500 paid for furniture has been charged to ordinary purchases A/c)			
	iv, Customers A/c ---- Dr		36	
	To Suspenses A/c			36
	(Being the error is rectified for a discount of Rs 37 allowed to a customer has been credited to him as Rs 73)			
	v, Sales Returns A/c ---- Dr		01	
	To Suspenses A/c			01
	(Being the error is rectified for the Total of the Inwards Returns has been added Rs 1 short)			

(d)	Suspense A/c ---- Dr		60	
	To Discount Received A/c			60
	(Being the Error is Rectified for the discount Received A/c had been cast short Rs 60			
(e)	Rent A/c ---- Dr		340	
	To Land Lord's A/c			340
	(Being the Error is Rectified for payment of Rent Rs 340 was debited to the Personal A/c of Land Lord)			

Dr Suspense A/c

Particulars	Amount	Particulars	Amount
To Balance b/d	140	By Rajat A/c	1200
To Umar A/c	1000	By opening Balance (Balancing figure)	60
To Discount Received A/c	60		
	1200		1200

(d)	Suspense A/c ---- Dr		60	
	To Discount Received A/c			60
	(Being the Error is Rectified for the discount Received A/c had been cast short Rs 60			
(e)	Rent A/c ---- Dr		340	
	To Land Lord's A/c			340
	(Being the Error is Rectified for payment of Rent Rs 340 was debited to the personal A/c of Land Lord)			

Dr Suspense A/c

Particulars	Amount	Particulars	Amount
To Balance b/d	140	By Rajat A/c	1200
To Umar A/c	1000	By opening Balance (Balancing figure)	60
To Discount Received A/c	60		
	1200		1200

Rectification Entries

Particulars	L.f	Debit Amount	Credit Amount
Suspense A/c ---- Dr		176	
To personal A/c			176
(Being the error is Rectified for a credit item of Rs 97 has been debited to a personal A/c as Rs 79)			
Depreciation A/c ---- Dr		95	
To Suspenses A/c			95
(Being the error is Rectified for a sum of Rs 95 written off from Fixtures as depreciation has not been debited to Depreciation A/c)			
Furniture A/c ---- Dr		1500	
To purchases A/c			1500
(Being the error is Rectified for A1500 paid for Furniture has been charged to ordinary purchases A/c)			
Customers A/c ---- Dr		36	
To Suspenses A/c			36
(Being the error is Rectified for A discount of Rs 37 allowed to a customer has been credited to him as Rs 73)			
Sales Returns A/c ---- Dr		01	
To Suspenses A/c			01
(Being the error is Rectified for the Total of the Inwards Returns has been added Rs 1 short)			

Nil,	Sales A/c ---- Dr		36	
	To Suspense A/c			36
	(Being the error is rectified for Rs 36 Items Sq was posted as Rs 45 in the Sales Book)			

Dr Suspense A/c

Particulars	Amount	Particulars	Amount
To personal A/c	176	By Balance b/d	8
		By Depreciation A/c	95
		By Customers A/c	36
		By Sales Returns A/c	01
		By Sales A/c	36
	176		176

Rectifications Entries

	Particulars	L/F	Debit Amount	Credit Amount
1	Sales Returns A/c ..... Dr	✓	300	
	To Suspenses A/c			300
	(Being The Error is Rectified for Goods worth Rs 300 were returned by Guntur Trading Company. The Amount was credited to their Account but was not Recorded in Sales Returns Book)			
2	~~Suspenses~~ Mahindra A/c ..... Dr	✓	700	
	To ~~Sales~~ Suspenses A/c			700
	(Being The Error is Rectified for Goods worth Rs 700 were Sold To Mahindra on Credit this was entered in the Sales Book But not posted)			
3	Suspenses A/c ..... Dr	✓	72	
	To Vijayawada Trading Mart A/c			72
	(Being The Error is Rectified for Vijayawad Trading Mart paid Rs 180 but was credited with Rs 508)			
4	~~Sundry~~ Dilip's Debtors A/c ... Dr		260	
	To Suspenses A/c			260
	(Being The Error is Rectified for An Amount of Rs 260 owing by Dilip was omitted from the Schedule of Sundry Debtors)			
5	Suspenses A/c ..... Dr	✓	188	
	To purchases A/c			188
	(Being The Error is Rectified for the purchases Book was overcast by Rs 188)			

36

Items of Sales Book

Amount
8
95
36
01
36
176

Dr

Suspenses A/c

particulars	Amount	particulars	Amount
~~To Suspenses~~		~~By Balance b/fd~~	~~1000~~
To Balance b/d	1000	By Sales Returns A/c	300
~~To Suspenses A/c~~	~~300~~	By Mahindra's A/c	700
~~To Sales A/c~~	~~700~~	By S. Debtors A/c	260
To Vijayananda Trading Mart A/c	72		
To purchases A/c	188		
	1260		1260

Rectification Entries

	Particulars	LF	Debit Amount	Credit Amount
a)	Merchandise A/c ... Dr To Suspense A/c	✓	49.50	49.50
	(Being the Error is Rectified for Goods bought from a Merchant amounting to Rs 5.50 had been posted to the credit side of the A/c as 55.00)			
(b)	Customers A/c ... Dr To General Expenses A/c	✓	200	200
	(Being the Error is Rectified for A dishonoured cheque for Rs 200 returned by the Firm's Bank had been credited to Bank A/c and debited to General Expenses A/c)			
(c)	Suspense A/c ... Dr To Customers A/c	✓	20.20	20.20
	(Being the Error is Rectified for an item of Rs 10.10 Entered in the Sales Return Book had been posted to the debit of customer who returned the Goods)			
(d)	Sales A/c ... Dr To Plant A/c	✓	260	260
	(Being the Error is Rectified for Sundry items of Plant Sold Amounting to Rs 260 had been Entered in the Sales Day Book)			
(e)	Sundry debtors A/c ... Dr To Suspense A/c		60	60
	(Being the Error is Rectified for an Amount Rs 60 owing by a customer had been omitted the Schedule of Sundry debtors)			

(B)	Discount Allowed A/c -- Dr		2.50	
	To Suspense A/c			2.50
	(Being the Error is Rectified for Discount Amounting to Rs 2.50 Allowed to a cust had been only posted in the A/c but not entered in the discount column of Cash Bo			

Suspense A/c

Particulars	Amount	Particulars	Amo
To Balance b/d	91.80	By Merchant A/c	49.(
To Customer A/c	20.20	By debtor A/c	60
		By discount Allowed A/c	2.5
	112.80		112.8

Rectification Entries

	Particulars	L/F	Debit Amount	Credit Amount
(a)	Suspense A/c ---- Dr To Madhavi A/c		18	18
	(Being The Error is Rectified for Goods for Rs 102 Sold to Madhav was posted to his A/c as 120)			
(b)	Discount Allowed A/c ---- Dr To Suspense A/c		200	200
	(Being The Error is Rectified for Rs 100 being Monthly Total of discount Allowed To customers was credited to discount A/c in the Ledger)			
(c)	Jadhavai A/c ---- Dr To Madhavi A/c		275	275
	(Being The Error is Rectified for Rs 275 paid by Madhav were credited To Jadhavi A/c)			
(d)	Stationery A/c ---- Dr To Suspense A/c		26	26
	(Being The Error is Rectified for Rs 26 Appearing in the Cash Book as paid for purchase of Stationery has not been posted in the ledger)			
(e)	purchases A/c ---- Dr To Suspense A/c		100	100
	(Being the Error is Rectified for ~~Rs~~ Debit Side of ~~Cash~~ purchases A/c was under Calt by Rs 100)			

Rectification Entries

	Particulars	L/F	Debit Amount	Credit Amount
(a)	Suspense A/c ---- Dr To Madhavi A/c		18	18
	(Being The Error is Rectified for Goods for Rs 102 Sold to Madhavi was posted to his A/c as 120)			
(b)	Discount Allowed A/c ---- Dr To Suspense A/c		200	200
	(Being The Error is Rectified for Rs 100 being Monthly Total of discount allowed to customers was credited to discount A/c in the Ledger)			
(c)	Jadhavi A/c ---- Dr To Madhavi A/c		275	275
	(Being The Error is Rectified for Rs 275 paid by Madhavi were credited to Jadhavi A/c)			
(d)	Stationery A/c ---- Dr To Suspense A/c		26	26
	(Being The Error is Rectified for Rs 26 Appearing in the Cash Book as paid for purchase of Stationery has not been posted in the ledger)			
(e)	purchases A/c ---- Dr To Suspense A/c		100	100
	(Being the Error is Rectified for ~~Both~~ Debit Side of ~~both~~ purchases A/c was under Cast by Rs 100)			

Dr Suspense A/c

Particulars	Amount	Particulars	Amount
To ~~Balance b/d~~	~~1000~~	By Discount Allowed	200
To Balance b/d	308	By Stationery A/c	26
To Madhavi A/c	18	By purchases A/c	100
	326		326

Date	Particulars	L.F	Debit Amount	Credit Amount
	(a) Suspense A/c ---- Dr		210	
	To Purchase Return A/c			210
	(Being the Error is Rectified for the total of the purchase Return Book Rs 210 has not been posted)			
	(b) Krishna Textiles A/c --- Dr		770	
	To Suspense A/c			770
	(A Sale of Rs 430 To Krishna Textiles has been Credited as Rs 340)			
	(c) Purchases A/c ---- Dr		400	
	Sales A/c ---- Dr		400	
	To suspense A/c			800
	(Being the Error is Rectified for A purchase of Rs 400 from Sankaran has been Entered in the Sales Book However Sankaran's A/c has been correctly credited)			
	(d) Krishna A/c ---- Dr		27	
	To Sales A/c			27
	(Being the Error is Rectified for A Sale of Rs 296 to Kailasam has been Entered in the Sales Book as Rs 269)			
	(e) Sales A/c ---- Dr		450	
	Suspense A/c ---- Dr		90	
	To Furniture A/c			540
	(Being the Error is Rectified for Dr old Furniture Sold for Rs 540 has been Entered in the Sales A/c as Rs 450)			

(f)	Drawing A/c ---- ---Dr To Purchases A/c		75	
	(Being The Error is Rectified For Goods Taken by proprietor Rs 75 has not been Entered in the Books At All)			

Rectification Entries

	Particulars	L.F	Debit Amount	Credit Amount
(a)	Bank A/c ---- Dr		2000	
	To Suspense A/c			2000
	(Being the Error is Rectified for there was a Totalling Error in the credit side of Bank Column Cash Book The Total discloced was Rs 38000 as against the correct Total of Rs 36000)			
(b)	Sales A/c ---- Dr		10,000	
	To Suspense A/c			10,000
	(Being the Error is Rectified for while posting in the Sales A/c from the Sales Day Book Rs 8000 has been Entered as Rs 18,000)			
(c)	Buildings A/c ---- Dr		1,300	
	Repairs to Building A/c ---- Dr		1,300	
	To Suspense A/c			2,600
	(Being the Error is Rectified for Rs 800 being Repairs To Buildings has been wrongly credited To Buildings A/c)			
(d)	Suspense A/c ---- Dr		200	
	To Miscellaneous A/c			200
	(Being the Error is Rectified for Rs 200 being Miscellaneous Income received was omitted to be posted in ledger)			

Rectification Entries

Date	Particulars	L.F	Debit Amount	Credit Amount
(1)	Cash A/c ---Dr		1000	
	To D's A/c			1000
	(Being the Error is Rectified for an Amount to Rs 1000 was Received from D on 31st March 2006 (The date of closing the Books) but had been Entered in the Cash Book on 4th April 2006)			
(2)	Return Inwards A/c --Dr		100	
	To Suspense A/c			100
	(Being the Error is Rectified for the Return Inwards Book for March had been Cast Rs 100 Short)			
(3)	Furniture A/c ---Dr		300	
	To Purchases A/c			300
	(Being the Error is Rectified for the purchase of an office Table costing 300 had been passed through the purchases Day Book)			
(4)	Furniture A/c ---Dr		375	
	To wages A/c			375
	(Being the Error is Rectified for Rs 375 paid for Wages to Work Men for Making Show Cases had been charged to Wages A/c)			
(5)	Suspense A/c ---Dr		1,288	
	To A's A/c			1,288
	(Being the Error is Rectified for A purchases of Rs 671 from A had been posted to the debit of his A/c as Rs 617)			
(6)	B's A/c ---Dr		200	
	To Discount Allowed A/c			200
	(Being the Error is Rectified for a cheque for Rs 200 Received from B has been dishonoured and was debited to Discount A/c)			

(7)	Sales Returns A/c ---Dr	100	
	To Customers A/c		100
	(Being The Error is Rectified for Value Of the Goods Amounting to Rs 100 Returned by a Customer and Taken into Stock was not Entered into the Books A/c)		
(8)	C's A/c ---Dr	400	
	To Suspense A/c		400
	(Being The Error is Rectified for A Sale Rs 200 to C was credited to his A/c)		
(9)	Suspense A/c ---Dr	2,000	
	To purchases A/c		1,000
	To Sales A/c		1000
	(Being The Error is Rectified for A Sale Of Rs 1000 has been passed Through The purchase Book However the Customer's A/c has been Correctly debited)		
(10)	Bo's A/c ---Dr	2000	
	To Purchases A/c		2000
	(Being The Error is Rectified for Rs 2000 paid as deposit for purchase Of a Car had been charged To purchases A/c)		

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Rectifications Entries

date	particulars	L.F	Debit Amount	Credit Amount
(1)	Sales A/c ---- Dr	✓	300	
	To Suspense A/c			300
	(Being the Error is Rectified for Sales Book was overcast by Rs 300)			
(2)	Furniture A/c --- Dr	✓	615	
	To Purchase A/c			615
	(Being the Error is Rectified for A purchase of furniture worth Rs 615 was passed through the purchases Book)			
(3)	Shah & Co A/c --- Dr	✓	495	
	To Suspense A/c			495
	(Being the Error is Rectified for an Amount of Rs 55 Received from M/s Shah & Co was posted in their A/c as Rs 550)			
(4)	Purchase Returns A/c -- Dr	✓	109	
	To Suspense A/c			109
	(Being the Error is Rectified for purchase Return Book total on a folio was carried forward as Rs 221 instead of Rs 112)			
(5)	Suspense A/c --- Dr	✓	1000	
	To Sales A/c			1000
	(Being the Error is Rectified for Cash Sales of Rs 1,235 through duly entered in the Cash Book were posted in the Sales A/c as Rs 235)			

(6)	Suspense A/c ---- Dr	✓	200	
	To Salaries A/c			200
	(Being the Error is Rectified for Rest of the difference was due to a wrong total in the Salaries A/c in ledger)			

15) D-18 Rectification Entries

date	particulars	L.f	Debit Amount	Credit Amount
(1)	Drawings A/c ---- Dr		250	
	To Suspense A/c (Bank)			250
	(Being The Error is Rectified for A cheque of Rs Received for loss of stock due to fire had been deposited in the proprietors A/c)			
(2)	Purchases A/c ---Dr		136	
	To Suppliers A/c			100
	To Suspense A/c			36
	(Being The Error is Rectified for An item of purchase Rs 151 was Entered in the purchases Book as Rs 15 and posted to the Suppliers A/c as)			
(3)	Sales Return A/c --Dr		500	
	To Customer			500
	(Being The Error is Rectified for A Sale return of Rs 500 was not Entered in the Financial A/c Though it was duly Taken in the Stock Book)			
(4)	Cash A/c --- Dr		200	
	To Discount Allowed A/c		80	200
	(Being The Error is Rectified for An Amount of Rs 300 was Received in full Settlement from a Customer After he was allowed a discount of Rs 80 while writing the Books, The Amount Received was Entered in the discount Column and discount allowed was Entered in the Cash Column)			
(5)	Bills Receivable A/c --Dr		2000	
	To Bills payable A/c		1000	2000
	To Suspense A/c			
	(Being The Error is Rectified for Bills Receivable from Mr A of Rs 1000 was posted to the credit of Bills payable A/c and also credited to the A/c of Mr A)			

Rectification A/c

date	particulars	L.F	Debit Amount	Credit Amount
(1)	Repairs to Furniture A/c ... Dr		300	
	To Furniture A/c			300
	(Being the Error is Rectified for An Amount of Rs 300 Paid for the Repair of Furniture was debited to Furniture A/c)			
(2)	Sales A/c ..... Dr		200	
	To Suspenses A/c			200
	(Being the Error is Rectified for Sales Day Book was over cast by Rs 200)			
(3)	Mr x's A/c ..... Dr		50	
	To Mr y's A/c			50
	(Being the Error is Rectified for A Sale of Rs 50 to Mr x was wrongly debited to the A/c of Mr y)			
(4)	Suspenses A/c ..... Dr		62	
	To General Expenses			62
	(Being the Error is Rectified for General Expenses Rs 18 were posted in the ledger as Rs 80)			
(5)	Bills Receivable A/c ... Dr		600	
	Bills payable A/c ... Dr		600	
	To P's A/c			1200
	(Being the Error is Rectified for A Bill Receivable of Rs 600 Received from P was passed through Bills payable Book)			

(6)	Suspense A/c ... Dr		120	
	To Discount Received A/c			120
	(Being the error is rectified for Discount amounting to Rs 120 from a creditor had been duly entered in his A/c but not posted to discount A/c)			

Suspense A/c

Particulars	Amount	Particulars	Amount
To General Expenses A/c	62	By Sales A/c	200
To Discount A/c	120		
To opening Balance (Balancing figure)	18		
	200		200

date	particulars	L.F	Debit Amount	Credit Amount
i,	Debtors A/c ---- Dr		100	
	To Suspenses A/c			100
	(Being the error is Rectified for the credit side of debtors A/c had been over cast by 100)			
ii,	Carriage on Sales A/c -- Dr		40	
	To Carriage on purchases A/c			40
	(Being the error is Rectified for an Amount of Rs 40 for Carriage on sales had been posted in error to Carriage on purchases)			
iii,	creditors A/c ---- Dr		170	
	To Suspenses A/c			170
	(Being the error is Rectified for a credit note of Rs 170 received from a creditor had been entered in the proper Subsidiry Book but no Entry had been Made in creditors A/c)			
iv,	Drawings A/c --- Dr		350.	
	To Sundry Expenses A/c			350
	(Being the error is Rectified for Rs 350 paid for Repair to propritors residence had been Charged to Sundry Expenses)			

	Credit Amount		
	100		
for the had been			
	40		
for An riage on sales arriage on			
	170		
for A from a the proper had been			
	350		
for Rs itors residence y Expenses A/c			

(iv) Electricity bill

Lighting A/c ---- Dr		210	
To postage & Telephone A/c			120
To Suspense A/c			90

(Being the error is rectified for payment of an Electricity Bill of Rs 210 was posted from the Cash Book to postage & Telephone A/c as Rs 120)

Trial Balance

Debit Balances	Amount	Credit Balances	Amount
Cash in Hand	200	Capital	15960
Drawings (14000 + 350)	14350	purchase Returns	2100
purchases	154860	creditors (20780 - 170)	
opening Stock	21070	Sales	20610
Debtors (18190 + 100)	18290		206070
Carriage on purchases (1090 - 40)	1050		
Carriage on sales (1840 + 40)	1880		
Rent & Taxes Rates	4600		
Lighting & Heat (750 + 210)	960		
Postage & Telephone (910 - 120)	790		
Sundry Expenses (1900 - 350)	1550		
Cash at Bank	18040		
Fixtures & Fittings	7100		
	244740		244740

18/D-20 Rectification Entries

date	particulars	L.F	Debit Amount	Credit Amount
(a)	Suspense A/c ..... Dr	✓	100	
	To Raju A/c			100
	(Being The Error is Rectified for Goods Amount to Rs 660 Sold To Raju were correctly Entered in Sales Book, But posted to Raju's A/c as 760)			
(b)	~~Suspense~~ Kishore's A/c ..... Dr	✓	150	
	To ~~Kishore's~~ Suspense A/c			150
	(Being The Error is Rectified for A Cash Sale of Rs 150 to Kishore was posted to the Credit of Kishore A/c)			
(c)	Sales Returns A/c ..... Dr	✓	130	
	Sales A/c ..... Dr		130	
	To Suspense A/c			260
	(Being The Error is Rectified for Goods worth Rs 130 returned by Prabhu Entered in Sales Book and posted there from to the Credit of Prabhu's personal A/c)			
(d)	Drawings A/c ..... Dr	✓	410	
	To Repairs A/c			410
	(Being The Error is Rectified for Repairs to the proprietors personal Car Rs 410 has been paid by the Firm and debited to repairs account)			
(e)	~~Sales Returns A/c ..... Dr~~		~~2000~~	
	Suspense A/c ..... Dr		1000	
	To Sales Returns A/c			1000
	(Being The Error is Rectified for Sales Returns overcast by 1000 ~~and the total of Folio in the Sales Book Rs 300 was Carried forward as 1300~~)			

Suspense A/c

Particulars	Amount	Particulars	Amount
Rajus A/c	100	By Sales Returns A/c	130
~~Kishores A/c~~	150	By Sales A/c	130
To Sales Returns A/c	1000	By Kishores A/c	150
		By Sales Returns A/c	270
		By opening Balance (Balancing figure	420
	1100		1100

(e) Sales Returns A/c ---- Dr 270
To Suspense A/c 270
(Being the Error is Rectified for the Total of Folio in the same Book 17300 was carried forward as 17030)

RTD-20

Rectification Entries

date	particulars	L.F	Debit Amount	Credit Amount
(a)	Suspenses A/c ---- Dr	✓	264	
	To Ram's A/c			264
	(Being The Error is Rectified for A credit item of Rs 186 has been debited to the personal A/c of Rama as Rs 78)			
(b)	Depreciations A/c ---- Dr	✓	150	
	To Suspenses A/c			150
	(Being The Error is Rectified for Rs 150 written Off as depreciation of Furniture A/c has not been debited to depreciations A/c)			
(c)	Sam & Son's A/c ---- Dr	✓	18	
	To Suspenses A/c			18
	(Being The Error is Rectified for A discount of Rs 90 Allowed to Sam & Son's has been Credited to them as Rs 108)			
(d)	Sales Return's A/c --- Dr	✓	20	
	To Suspenses A/c			20
	(Being The Error is Rectified for The Total of Sales Return Book has been under Cast by Rs 20)			

Suspense A/c

Particulars	Amount	Particulars	Amount
To Rams A/c	264	By Balance b/d	76
		By Depreciation A/c	150
		By Sam & Son's A/c	18
		By Sales Returns A/c	20
	264		264

Profit & Loss Adjustment A/c

Particulars	Amount	Particulars	Amount
~~Net profit~~	~~3000~~	By Net profit b/d	3000
To Depreciations	150		
To Sales Returns A/c	20		
To Adjusted Net profit transfered To Capital A/c	2830		
	3000		3000

Rectification Entries

Date	Particulars	L.F	Debit Amount	Credit Amount
(a)	Suspenses A/c ---- Dr To ~~Discount~~ A/c customers		36 110	 36 110
	(Being the error is Rectified for A discount of Rs 37 Allowed to a customer is debited to A/c as 73)			
(b)	Sales A/c ---- Dr To Suspenses A/c		100	 100
	(Being the error is Rectified for the Total of Sales Book is over Cast by 100			
(c)	Suspenses A/c ---- Dr To purchases A/c		450	 450
	(Being the error is Rectified for A purchase of Goods worth 490 is posted to purchases A/c as Rs 940)			
(d)	Drawings A/c ---- Dr To General Expenses A/c		150	 150
	(Being the error is Rectified for A payment of Rs 150 to Proprietors Son Rs posted to General Expenses A/c)			
(e)	Sales Returns A/c ---- Dr purchases Returns A/c ---- Dr To customers A/c		300 300	 600
	(Being the error is Rectified for worth 300 returned by a customer In Returns outwards Book)			Goods Entered

(3) Suspense A/c ... Dr 50
To Discount received A/c 50
(Being the error is rectified for discount of ₹50 received from a supplier not shown in discount column of C.B. wrongly it is posted to his A/c

Suspense A/c

Particulars	Amount	Particulars	Amount
To Customer A/c	110	By Sales A/c	100
To purchases A/c	450	By opening Balance (balancing figure)	510
To Discount Received A/c	50		
To ~~opening Balance~~ (balancing)	610		610

Profit & Loss Adjustment A/c

Particulars	Amount	Particulars	Amount
To Sales A/c	100	By Net profit b/d	9650
To purchases A/c	450	By ~~Sales~~ A/c	100
To purchases return	300	By purchases Return A/c	~~300~~
To General Expenses A/c	150	By discount Received	50
To Sales Return A/c	300		
To Net profit Transferred To Capital A/c			
			9800

Profit & Loss Adjusted A/c

Particulars	Amount	Particulars	Amt
To General Expense	150	By Net Profit b/d	9650
To Sales A/c	100	By Purchases A/c	450
To Sales Return A/c	300	By Discount Received A/c	50
To purchases Return A/c	300		
To Net profit Transfered To Capital A/c	9600		
	10150		10150

Dr.nt					
9650	(a)				
450					
50					
10150	(b)	Machinery A/c ---- Dr		6200	
		To purchases A/c			6000
		To Wages A/c			200
	(c)	Drawings A/c --- Dr		300	
		To Insurance A/c			300
	(d)	Drawings A/c ---- Dr		350	
		To purchases A/c			350
	(e)	Venkat Rao's A/c ---Dr		2500	
		To Vengal Rao's A/c			2500
	(f)	purchas			

Profit & Loss Adjustment A/c

Particulars	Amount	Particulars	Amt
To Purchases A/c	150	By Net profit b/d	15
" Sales A/c	250	By purchases A/c	60
" Purchases A/c	5000	By Wages A/c	20
To Net profit Transferred To Capital A/c (Balancing figure)	17130	By Insurance A/c	30
		By purchases A/c	35
	22530		225

Rectification Entries

Amount	Date	Particulars	L.F	Debit Amount	Credit Amount
15680	(a)	Suspenses A/c ---Dr		50	
6000		To Sales A/c			50
200		(Being the error is rectified for the Sale Book was under Cast by Rs 50. profit will			
300		increase)			
350					
22530	(b)	Enternment Expenses A/c ---Dr		95	
		To Suspenses A/c			95
		(Being the error is rectified for Enternment Expenses Rs 95 though entered in the Cash Book were omitted to be posted in ledger. profit will decreale)			
	(c)	Suspenses A/c ---Dr		20	
		To Discount Allowed			20
		(Being the error is rectified for, Discount column of the receipt side of Cash Book was wrongly added as Rs 140 instead of Rs 120 profit will increale)			
	(d)	Suspenses A/c ---Dr		25	
		To Discount A/c			25
		(Being the error is rectified for commission of Rs 25 paid & was posted twice once to discount A/c & once to commission A/c. profit will increase)			

(e)	Suspense A/c ... Dr To Raman lal's A/c		54	54
	(Being The Error is Rectified for A Sale Of Rs 189 to Ramanlal though correctly entered in the Sales Book was posted wrongly to his A/c as Rs 135 No effect			
(f)	Suspense A/c ... Dr To Niranjan's A/c		184	184
	(Being The Error is Rectified for Purchase from Niranjan Rs 92 Though correctly Entered in purchase Book was wrongly Debited to his personal A/c)			

Dr Suspense A/c

Particulars	Amount	Particulars	Amount
To Sales A/c	50	By Entertainment Expenses A/c	95
To Discount A/c	20	By opening Balance (Balancing figure)	238
To Discount A/c	25		
To Ramlal's A/c	54		
To Niranjan A/c	184		
	333		333

Profit & Loss Adjustment A/c

Particulars	Amount	Particulars	Amount
Entertainment Expenses	95	By Net profit b/d	10,000
Net profit Transfered To Capital A/c	10000	By Sales	50
		By Discount	20
		By Discount	25
	10095		10095

Rectification Entries

date	particulars	LF	Debit Amount	Credit Amount
(a)	Suppliers A/c ---- Dr		89.10	
	To Suspenses A/c			89.10
	(Being The Error is Rectified for Goods purchased for Rs 9.90 had been posted To the credit of Suppliers A/c Rs 99). There was no effect on profit)			
(b)	Suspenses A/c ---- Dr		7.50	
	To Discount Received A/c			7.50
	(Being The Error is Rectified for Rs 7.50 Received as discount from creditors was duly entered in the A/c But it was omitted to be posted to discount Profit was less)			
(c)	Sales A/c ---- Dr		140	
	To Furniture A/c			140
	(Being The Error is Rectified for Sale of Furniture for Rs 140 had been entered in the Sales Book profit was more)			
(d)	Sundry debtors A/c ---- Dr		90	
	To Suspenses A/c			90
	(Being The Error is Rectified for Rs due from a customer were omitted to be taken in Schedule of Sundry debtors There was No Effect on profit)			

(e) Sales Returns ... Dr 300
To Customers a/c 300

(Being the error is Rectified for Goods to the value of ₹300 returned by a customer were

(f) Suspense a/c ... Dr ₹1
To customers a/c ₹1

(Being the error is Rectified for ₹35.50 Entered in the Sales Return Book had been posted to the debit of the customer)
No effect on profit

Suspense a/c

Particulars	Amount	Particulars	Amount
To Opening Balance	100.60	By Suppliers a/c	89.10
To Discount a/c	7.50	By Sundry debtors a/c	90
To Customers a/c	71	By opening Balance (Balancing figure)	
	179.10		179.10

Profit was More by 140 + 300 = 440
Profit was less by = 7.50
∴ profit was More by 432.50

Rectification Entries

date	particulars	L.F	Debit Amount	Credit Amount
(a)	Rent A/c ------ Dr		200	
	To ~~Suspense~~ prepaid Rent A/c			200
	(Being the Error is Rectified for an Amount Rs 200 being Rent paid in Advance in previous year had not been brought forward on the rent A/c profit will decrease)			
(b)	~~Satish Bro's A/c ------ Dr~~		~~27~~	
	To ~~Sales Return A/c~~			~~27~~
	(Being the Error is Rectified for Goods Rs 125 Returned to Satish Bros were recorded in the Returned Inwards Book. as Rs 152 and from it was posted to the credit of Satish Bros A/c profit will decrease)			
(c)	Lila Rani A/c ---- Dr	✓	7600	
	To Sita Rani A/c			6700
	To Suspense A/c			900
	(Being the Error is Rectified for paid his Acceptance to Lila Ram for Rs 7600 was posted to the debit of Sita Ram as Rs 6700 No Effect on profit)			
(d)	purchases A/c ------ Dr		3,250	
	Sales A/c ------ Dr		3520	
	To Guptas A/c			3250 6770
	(Being the Error is Rectified for Goods purchased from Gupta Rs 3,250 profit will decrease)			

Rectification Entries

Date	Particulars	L.F	Debit amount	Credit amount
(a)	~~Cash~~ Suspenses A/c ---------- Dr		180	
	To ~~Suspenses~~ Triman chemicals A/c			180
	(Being the Error is Rectified for cash Rs paid to Triman chemicals posted as Rs 530			
(b)	Stationery A/c ---------- Dr		150	
	To ~~Cash~~ Suspenses A/c			150
	(Being the Error is Rectified for purchase of Stationery worth Rs 150 remained unpo from the Cash Book)			
(c)	Furniture A/c ---------- Dr		250	
	To Office Expenses A/c			250
	(Being the Error is Rectified for Rs 250 pai for purchase of new Office Furniture was charged to Office Expenses A/c)			
(d)	Trivedi & Co's A/c ---------- Dr		600	
	To Suspenses A/c			600
	(Being the Error is Rectified for credit Sale to Trivedi & Co of Rs 300 was posted to the credit of their A/c)			
(e)	purchases A/c ---------- Dr		420	
	To Mantri & Co's A/c			420
	(Being the Error is Rectified for the Purch of Rs 420 from Mantri & Co)			

H-16

i) Reducing Balance Method

1st year Depreciation

$$20,000 \times \frac{12}{12} \times 1/3\ \% = 6666.7$$

2nd years Depreciation

$$13333 \times 1/3\ \% = 4444$$

3rd year

20,000-

ii) Straight line Method

(e)	Sales A/c ---- Dr		240	
	To ~~Suspense~~ A/c Maulik & Co			240
	(Being The Error is Rectified for Purchases of Rs 420 from Maulik & Co was passed through the Sales Day Book as Rs 240)			

Note :- When these Error are rectified before preparation of Trial Balance all the Account Effected by Rectification will be corrected posting from these Entries. When Trial Balance is prepared after posting & Balancing it will Agree.

Note :- Suspense A/c Shows the Amount of difference in Books Along with All the Accounts Effected by Rectification The Suspense A/c is also posted then Suspense A/c will close & The Trial Balance will Agree.

Note :- Suspense A/c was Appearing in Balance Sheet ∴ It has opening Balance After Rectification This A/c will be closed. However profit Appearing Before Rectification Must be Corrected with the help of Nominal Account Appearing in Rectification Entries.

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